

## UNIVERSITY OF WISCONSIN SYSTEM

### GOVERNOR'S BUDGET RECOMMENDATIONS

Source of Funds	FY03 Adjusted Base	FY04 Recommended	% Change Over FY03	FY05 Recommended	% Change Over FY04
GPR	1,039,721,200	974,093,100	-6.3	1,010,578,100	3.7
PR-F	714,355,200	715,073,200	0.1	716,469,600	0.2
PR-O	1,585,158,700	1,753,972,300	10.6	1,873,974,600	6.8
PR-S	33,771,100	37,424,900	10.8	49,416,100	32.0
SEG-O	25,806,200	27,408,500	6.2	29,217,700	6.6
<b>TOTAL</b>	<b>3,398,812,400</b>	<b>3,507,972,000</b>	<b>3.2</b>	<b>3,679,656,100</b>	<b>4.9</b>

### FULL-TIME EQUIVALENT POSITION SUMMARY

Source of Funds	FY03 Adjusted Base	FY04 Recommended	FTE Change From FY03	FY05 Recommended	FTE Change From FY04
GPR	18,965.13	18,315.13	-650.00	18,316.49	1.36
PR-F	4,233.75	4,233.75	0.00	4,233.75	0.00
PR-O	6,337.60	6,925.24	587.64	6,925.24	0.00
PR-S	11.90	9.90	-2.00	9.90	-2.00
SEG-O	85.69	85.69	0.00	86.33	0.64
<b>TOTAL</b>	<b>29,634.07</b>	<b>29,569.71</b>	<b>-64.36</b>	<b>29,571.71</b>	<b>0.00</b>

### AGENCY DESCRIPTION

The system is governed by a 17-member Board of Regents charged by statute with the responsibility to determine educational policy. The president of the system, as chief executive officer, is responsible for the direction and coordination of the system in accordance with state law and the policies of the board.

Each institution is headed by a chancellor who serves at the pleasure of the board. The chancellors of the 13 universities, University of Wisconsin Colleges and University of Wisconsin-Extension report to the president. Each of the 13 University of Wisconsin Colleges is headed by a dean. Long-range planning and future development of the institutions within the system are carried out in accordance with specific missions for each institution adopted in 1974 and revised in 1988 after public hearings throughout the state.

Together, the 26 campuses enroll 159,433 students. Outreach activities, particularly through University of Wisconsin-Extension, serve about 261,000 citizens annually in continuing education programs and over 4.5 million through public service activities.

In accordance with the concept of shared governance, each institution's chancellor and faculty have primary responsibility for educational activities and for faculty personnel matters. Academic staff and students also participate in governance under terms defined in Chapter 36, Wisconsin Statutes.

Two of the system's 13 universities provide instruction at the undergraduate, master's and doctoral levels; the other universities offer undergraduate and master's degree programs; and the 13 two-year colleges provide associate degree and transfer programs in the first two years of undergraduate instruction.

The system attracts substantial nonstate funding to Wisconsin. In 2001-02, the Board of Regents accepted \$920.5 million in gifts, grants and government contracts. According to the National Science Foundation, University of Wisconsin-Madison has consistently ranked in the top ten institutions nationally in attracting federal funds.

The Wisconsin State Laboratory of Hygiene is Wisconsin's public and environmental health laboratory and is an attached agency to the University of Wisconsin-Madison. The laboratory is under the direction and supervision of the State Laboratory of Hygiene Board which meets six times a year " . . . to approve the laboratory budget, set fees, set priorities and make final approval of laboratory resources so that the laboratory can act in response to agencies' planned objectives and program priorities." (Section 36.25, Wisconsin Statutes.) The laboratory's programs are administered by the director, associate director and division chiefs in the following technical divisions: communicable disease, environmental health, preventive disease and laboratory improvement.

The Wisconsin Veterinary Diagnostic Laboratory was established in 1999 Wisconsin Act 107 which was enacted on April 28, 2000. Effective July 1, 2000, the Wisconsin Animal Health Laboratory was transferred from the Department of Agriculture, Trade and Consumer Protection to the University of Wisconsin System and renamed the Wisconsin Veterinary Diagnostic Laboratory. Much like the State Laboratory of Hygiene, the laboratory is administratively attached to the university, but governed by an independent board that contains representatives of state and federal governments, the university and five nongovernmental members representing various aspects of Wisconsin animal agriculture. These five board members are appointed by the Governor with terms varying in length from two to four years.

## MISSION

The mission of the system under s. 36.01(2) of the Wisconsin Statutes:

" . . . is to develop human resources, to discover and disseminate knowledge, to extend knowledge and its application beyond the boundaries of its campuses and to serve and stimulate society by developing in students heightened intellectual, cultural and humane sensitivities, scientific, professional and technological expertise and a sense of purpose. Inherent in this broad mission are methods of instruction, research, extended training and public service designed to educate people and improve the human condition. Basic to every purpose of the system is the search for truth."

The mission of the Wisconsin State Laboratory of Hygiene is to develop and provide essential public health laboratory support to communities, agencies and private providers consistent with the public health goals of the state. These include: analytical services for the Department of Natural Resources, the Department of Health and Family Services, local government units, health care practitioners and private citizens; specialized public health procedures and reference testing; training, technical assistance and consultation for private and public health agencies; and applied research and university instruction related to the public health and environmental protection mission of the laboratory.

The mission of the Wisconsin Veterinary Diagnostic Laboratory is to develop and provide reliable diagnostic laboratory tests and the professional expertise to complement them. In doing so, the laboratory will fulfill its obligation to be a primary component of the Wisconsin animal health system. The laboratory is intent on being recognized as a leader in the scientific field, achieving excellence in veterinary laboratory diagnostics by integrating innovative and proven technologies, and conducting research to provide the highest quality of service possible.

## PROGRAMS, GOALS, OBJECTIVES AND ACTIVITIES

### Program 1: University Education, Research and Public Service

#### University of Wisconsin System

Goal: Provide access for at least 32 percent of immediate Wisconsin high school graduates (subject to regent approval).

Objective/Activity: Percentage of Wisconsin high school graduates served by the system.

Goal: (New for 2003-05) Meet or exceed the full-time-equivalent student enrollment targets established in Enrollment Management 21, as adjusted by subsequent regent action (e.g., approval of economic stimulus package plans).

Objective/Activity: Provide service to the number of students included in the enrollment management target.

Goal: Increase first-to-second year retention systemwide.

Objective/Activity: Retention of students to the second year at their original institution.

Goal: Increase the six-year systemwide graduation rate.

Objective/Activity: Percentage of students who earn a degree from any system institution.

Goal: Increase the income available to the Wisconsin economy through the production of college graduates.

Objective/Activity: The number of graduates (traditional aged and adult) available for the Wisconsin economy times the average annual salary differential between a college graduate and high school graduate by gender.

#### State Laboratory of Hygiene

Goal: Reduce traffic accidents and fatalities by reducing the incidence of alcohol and drug impaired driving in Wisconsin.

Objective/Activity: Provide timely testing and expert testimony to support Wisconsin traffic safety enforcement programs.

Goal: Identify asymptomatic congenital disorders in Wisconsin newborns to facilitate timely treatment which prevents severe mortality and morbidity (i.e., mental retardation) associated with these disorders.

Objective/Activity: Screen every child, at birth, using a state-of-the-art technology for a panel (currently 21) of potentially devastating disorders/conditions.

Goal: Rapidly detect and identify outbreak of communicable diseases and appropriately deal with new, emerging pathogens that pose a threat to Wisconsin's public health.

Objective/Activity: Develop a statewide lab network of testing laboratories to facilitate monitoring communicable diseases of public health importance.

Goal: Provide statewide proficiency testing (unknown sample distribution) and quality assurance services (detect and correct performance problems) which meet mandatory federal requirements for clinical laboratories.

Objective/Activity: As a federally approved program provider, assist Wisconsin laboratories by providing a program of proficiency testing which enables them to meet federal licensure requirements. Detect poorly performing laboratories and, by consultation and training, assist them in correcting test performance problems before federal regulators intervene.

## PERFORMANCE MEASURES

### HISTORICAL DATA

Prog. No.	Performance Measure	Actual 2000
<u>University of Wisconsin System</u>		
1.	Service rate.	32.6%
1.	Retention rate.	78.5%
1.	Graduation rate.	59.5%
1.	Contribution to the state economy.	\$300 million
<u>State Laboratory of Hygiene</u>		
1.	Provide alcohol and drug results in a timely manner that will best serve the citizens of Wisconsin. Measure is turnaround time for positive drug result.	81 days
1.	Reduce the percent of alcohol related traffic fatalities.	38%
1.	Increase screening of estimated 800 home-birth newborns.	50%
1.	Investigate feasibility of screening for additional congenital disorders.	N/A
1.	Number of laboratories actively participating in the network testing and sharing data. <sup>1</sup>	32
1.	Number of laboratory networks actively participating in laboratory-based surveillance by sharing testing data and isolates for further characterization. (New monitor established in fiscal year 2001-02.)	N/A
1.	Number of different organisms the laboratory can "fingerprint" using state-of-the-art molecular methods, e.g., pulsed field gel electrophoresis (PFGE), gene sequencing. <sup>2</sup>	10
1.	Increase the number of individual laboratories participating in the proficiency testing program.	678

Note: Based on fiscal year.

<sup>1</sup>The laboratory has replaced the existing performance measure with one more relevant to its strategic plan and mission.

<sup>2</sup>The laboratory is dropping and replacing this as a performance measure since it has brought on-line pulsed field gel electrophoresis (PFGE) for all of the organisms it intends to at this time. This, therefore, is no longer a strategic monitor, but rather an ongoing operational function of the laboratory.

## 2001 AND 2002 GOALS AND ACTUALS

Prog. No.	Performance Measure	Goal 2001	Actual 2001	Goal 2002	Actual 2002
<u>University of Wisconsin System</u>					
1.	Service rate.	33.5%	32.4%	33.4%	32.6%
1.	Retention rate.	78.4%	78.6%	78.9%	78.8%
1.	Graduation rate.	59.0%	59.3%	60.4%	60.5%
1.	Contribution to the state economy.	\$320 million	\$328 million	\$340 million	\$356 million
<u>State Laboratory of Hygiene</u>					
1.	Provide alcohol and drug results in a timely manner that will best serve the citizens of Wisconsin. Measure is turnaround time for positive drug result. <sup>1</sup>	60	102	30	80
1.	Reduce the percent of alcohol related traffic fatalities.	38%	38%	37%	40%
1.	Increase screening of estimated 800 home-birth newborns.	65%	70%	75%	85%
1.	Investigate feasibility of screening for additional congenital disorders.	10 Additional disorders	14 Additional disorders	3 Additional disorders	5 Additional disorders
1.	Increase number of laboratories actively participating in the communicable disease program network testing and sharing data.	50	56	60	85
1.	Number of laboratory networks actively participating in laboratory-based surveillance by sharing testing data and isolates for further characterization. (New monitor established in fiscal year 2001-02.) <sup>2</sup>			4	4
1.	Number of different organisms the laboratory can "fingerprint" using state-of-the-art molecular methods e.g. PFGE, gene sequencing. <sup>3</sup>	15	17	20	21
1.	Increase the number of individual laboratories participating in the proficiency testing program.	714	665	746	654

Prog. No.	Performance Measure	Goal 2001	Actual 2001	Goal 2002	Actual 2002
1.	Increase the number of subprograms provided to Wisconsin laboratories. A typical participant purchases four subprograms (i.e., blood glucose).	2,850	3,019	980	3,466

Note: Based on fiscal year.

<sup>1</sup>Turnaround time is for tetrahydrocannabinoids quantitation during the fiscal year noted.

<sup>2</sup>The laboratory replaced the existing performance measure with one more relevant to its strategic plan and mission.

<sup>3</sup>The laboratory is dropping and replacing this as a performance measure since it has brought on-line pulsed field gel electrophoresis (PFGE) for all of the organisms it intends to at this time. This, therefore, is no longer a strategic monitor, but rather an ongoing operational function of the laboratory.

#### 2003, 2004 AND 2005 GOALS

Prog. No.	Performance Measure	Goal 2003	Goal 2004	Goal 2005
<u>University of Wisconsin System</u>				
1.	Enrollment. <sup>1</sup>	132,339	133,188	133,654
1.	Retention Rate.	79.5%	80.3%	81.1%
1.	Graduation Rate.	60.7%	61.0%	61.5%
1.	Contribution to the state economy.	\$370 million	\$390 million	\$420 million
<u>State Laboratory of Hygiene</u>				
1.	Provide alcohol and drug results in a timely manner that will best serve the citizens of Wisconsin. Measure is turnaround time for positive drug result.	60	60	50
1.	Reduce the percent of alcohol related traffic fatalities.	35%	35%	35%
1.	Increase screening of an estimated 800 home-birth newborns.	85%	85%	85%
1.	Investigate feasibility of screening for additional congenital disorders.	3 Additional disorders	1 Additional disorders	0 Additional disorders

Prog. No.	Performance Measure	Goal 2003	Goal 2004	Goal 2005
1.	Increase number of laboratories actively participating in the communicable disease program network testing and sharing data.	70		
1.	Number of laboratory networks actively participating in laboratory-based surveillance by sharing testing data and isolates for further characterization. (New monitor established in fiscal year 2001-02.)	6	8	9
1.	Number of different organisms the laboratory can "fingerprint" using state-of-the-art molecular methods, e.g., pulsed field gel electrophoresis (PFGE), gene sequencing (Dropped).	25		
1.	Increase the number of individual laboratories participating in the proficiency testing program.	641	628	616
1.	Increase the number of subprograms provided to Wisconsin laboratories. A typical participant purchases four subprograms (i.e., blood glucose).	3567	3640	3713

Note: Based on fiscal year.

<sup>1</sup>Beginning in 2003-05, a new measure, "enrollment," replaces the "service rate" measure.

## UNIVERSITY OF WISCONSIN SYSTEM

### GOVERNOR'S BUDGET RECOMMENDATIONS

#### RECOMMENDATIONS

1. Budget Efficiency Measures
2. Budget Reorganization – Transfer of Higher Educational Aids Board Programs
3. Lawton Minority Retention Grant Program and Advanced Opportunity Program
4. Adjustments to Student Academic Fees
5. Nonresident Tuition Remission for Certain Undocumented Persons
6. UW-Madison Division of Intercollegiate Athletics
7. State Laboratory of Hygiene
8. Veterinary Diagnostic Laboratory
9. Realign 2001-03 Summer Session Pay Plan
10. Base Pay Plan Adjustment
11. State Controller's Office – Financial Services Billing Supplement
12. Program Revenue Reestimate
13. Fuel and Utility Reestimate
14. Debt Service Reestimate
15. Standard Budget Adjustments

#### ITEMS NOT APPROVED

16. Increased Spending Authority for Environmental Education Grants
17. UW System Aquaculture Facility Operating Increases
18. Chargebacks
19. Maintaining Services for Students With Disabilities
20. Libraries
21. Supplies and Equipment
22. Instructional Technology
23. Building Maintenance

**Table 1**  
**Department Budget Summary by Funding Source (in thousands of dollars)**

	ACTUAL FY02	ADJUSTED		GOVERNOR'S		
		BASE FY03	AGENCY REQUEST FY04	AGENCY REQUEST FY05	RECOMMENDATION FY04	RECOMMENDATION FY05
GENERAL PURPOSE REVENUE	\$981,627.2	\$1,039,721.2	\$1,075,632.5	\$1,082,547.7	\$974,093.1	\$1,010,578.1
State Operations	970,524.0	1,028,127.3	1,063,305.8	1,069,522.4	962,553.6	931,771.0
Local Assistance	144.5					
Aids to Ind. & Org.	10,958.7	11,593.9	12,326.7	13,025.3	11,539.5	78,807.1
FEDERAL REVENUE (1)	690,268.7	714,355.2	715,073.2	715,073.2	715,073.2	716,469.6
State Operations	474,042.9	494,263.7	494,981.7	494,981.7	494,981.7	494,981.7
Aids to Ind. & Org.	216,225.8	220,091.5	220,091.5	220,091.5	220,091.5	221,487.9
PROGRAM REVENUE (2)	1,518,282.9	1,618,929.8	1,738,550.1	1,797,520.5	1,791,397.2	1,923,390.7
State Operations	1,514,737.9	1,613,345.7	1,734,611.9	1,793,582.3	1,785,872.5	1,899,735.0
Aids to Ind. & Org.	3,545.0	5,584.1	3,938.2	3,938.2	5,524.7	23,655.7
SEGREGATED REVENUE (3)	1,660.4	25,806.2	27,508.5	29,240.9	27,408.5	29,217.7
State Operations	1,400.4	25,326.2	26,928.5	28,660.9	26,928.5	28,737.7
Local Assistance	260.0	480.0	580.0	580.0	480.0	480.0
TOTALS-ANNUAL	3,191,839.2	3,398,812.4	3,556,764.3	3,624,382.3	3,507,972.0	3,679,656.1
State Operations	2,960,705.2	3,161,062.9	3,319,827.9	3,386,747.3	3,270,336.3	3,355,225.4
Local Assistance	404.5	480.0	580.0	580.0	480.0	480.0
Aids to Ind. & Org.	230,729.5	237,269.5	236,356.4	237,055.0	237,155.7	323,950.7

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

**Table 2**  
**Department Position Summary by Funding Source (in FTE positions) (4)**

	ADJUSTED		GOVERNOR'S		
	BASE FY03	AGENCY REQUEST FY04	AGENCY REQUEST FY05	RECOMMENDATION FY04	RECOMMENDATION FY05
GENERAL PURPOSE REVENUE	18,965.13	19,095.73	19,137.74	18,315.13	18,316.49
State Operations	18,964.03	19,094.63	19,136.64	18,314.03	18,315.39
Aids to Ind. & Org.	1.10	1.10	1.10	1.10	1.10
FEDERAL REVENUE (1)	4,233.75	4,233.75	4,233.75	4,233.75	4,233.75
State Operations	4,208.99	4,208.99	4,208.99	4,208.99	4,208.99
Aids to Ind. & Org.	24.76	24.76	24.76	24.76	24.76
PROGRAM REVENUE (2)	6,349.50	7,329.52	7,342.52	6,935.14	6,935.14
SEGREGATED REVENUE (3)	85.69	85.69	85.69	85.69	86.33
TOTALS-ANNUAL	29,634.07	30,744.69	30,799.70	29,569.71	29,571.71
State Operations	29,608.21	30,718.83	30,773.84	29,543.85	29,545.85
Aids to Ind. & Org.	25.86	25.86	25.86	25.86	25.86

(1) Includes Program Revenue-Federal and Segregated Revenue-Federal

(2) Includes Program Revenue-Service and Program Revenue-Other

(3) Includes Segregated Revenue-Service, Segregated Revenue-Other and Segregated Revenue-Local

(4) All positions are State Operations unless otherwise specified

**Table 3**  
**Department Budget Summary by Program (in thousands of dollars)**

	ACTUAL FY02	ADJUSTED BASE FY03	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
			FY04	FY05	FY04	FY05
1. University education, research and public service	\$3,096,312.7	\$3,279,700.0	\$3,434,547.2	\$3,499,041.4	\$3,385,713.4	\$3,467,903.6
3. University system administration	11,349.6	11,114.9	11,350.9	11,350.9	11,026.8	11,301.5
4. Minority and disadvantaged programs	17,336.6	18,208.4	19,127.9	19,826.5	19,631.1	21,536.7
5. University of Wisconsin-Madison intercollegiate athletics	48,434.1	49,614.4	51,444.1	53,869.3	51,444.1	53,869.3
6. University of Wisconsin hospitals and clinics authority	18,406.2	40,174.7	40,294.2	40,294.2	40,156.6	40,156.6
7. Higher educational aid						84,888.4
TOTALS	3,191,839.2	3,398,812.4	3,556,764.3	3,624,382.3	3,507,972.0	3,679,656.1

**Table 4**  
**Department Position Summary by Program (in FTE positions) (4)**

	ADJUSTED BASE FY03	AGENCY REQUEST		GOVERNOR'S RECOMMENDATION	
		FY04	FY05	FY04	FY05
1. University education, research and public service	29,124.08	30,235.60	30,290.61	29,060.62	29,060.62
3. University system administration	144.99	144.09	144.09	144.09	146.09
4. Minority and disadvantaged programs	132.16	132.16	132.16	132.16	132.16
5. University of Wisconsin-Madison intercollegiate athletics	199.46	199.46	199.46	199.46	199.46
6. University of Wisconsin hospitals and clinics authority	33.38	33.38	33.38	33.38	33.38
TOTALS	29,634.07	30,744.69	30,799.70	29,569.71	29,571.71

(4) All positions are State Operations unless otherwise specified

**1. Budget Efficiency Measures**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	-110,000,000	-650.00	-140,000,000	-650.00
TOTAL	0	0.00	0	0.00	-110,000,000	-650.00	-140,000,000	-650.00

The Governor recommends reducing expenditure and position authority in the system's state operations appropriations in the amounts shown to create additional operational efficiencies and balance the budget.

**2. Budget Reorganization – Transfer of Higher Educational Aids Board Programs**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	0	0.00	67,464,500	1.36
PR-F	0	0.00	0	0.00	0	0.00	1,396,400	0.00
PR-O	0	0.00	0	0.00	0	0.00	15,033,800	0.00
PR-S	0	0.00	0	0.00	0	0.00	1,191,600	0.00
SEG-O	0	0.00	0	0.00	0	0.00	76,800	0.64
TOTAL	0	0.00	0	0.00	0	0.00	85,163,100	2.00

The Governor recommends eliminating the Higher Educational Aids Board (HEAB) as a separate agency effective July 1, 2004. The Governor also recommends that all of HEAB's existing financial aid programs be transferred to the University of Wisconsin System on that date. The Governor further recommends that 2.0 FTE GPR positions and related funding be transferred to the system to administer the aid program. This initiative is described under the Higher Educational Aids Board, Item #1.

**3. Lawton Minority Retention Grant Program and Advanced Opportunity Program**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	746,800	0.00	1,445,400	0.00	0	0.00	0	0.00
PR-O	0	0.00	0	0.00	1,586,500	0.00	3,492,100	0.00
TOTAL	746,800	0.00	1,445,400	0.00	1,586,500	0.00	3,492,100	0.00

The Governor recommends creating a Lawton Minority Retention Grant Program auxiliary enterprises appropriation (\$761,500 PR in FY04 and \$1,842,100 PR in FY05) and an Advanced Opportunity Program auxiliary enterprises appropriation (\$825,000 PR in FY04 and \$1,650,000 PR in FY05). These appropriations will supplement the grants provided by the GPR-funded programs. Given the additional tuition increases that may be required at system campuses, additional financial aid will reduce the impact of these increases on students with financial need.

**4. Adjustments to Student Academic Fees**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	28,681,900	0.00	29,720,400	0.00	78,681,900	0.00	129,720,400	0.00
TOTAL	28,681,900	0.00	29,720,400	0.00	78,681,900	0.00	129,720,400	0.00

The Governor recommends increasing tuition expenditure authority to reflect changes related to: (a) adjusting tuition to the 2002-03 operating level (\$25,854,500 PR in each year); (b) additional tuition revenue generated by the student technology fee (\$2,827,400 PR in FY04 and \$3,865,900 in FY05); and (c) additional tuition expenditure authority related to increasing tuition for the 2003-04 and 2004-05 academic years by a maximum of \$350 per semester over the prior year for resident undergraduates at the doctoral institutions and by \$250 per semester over the prior year for resident undergraduates at the other campuses (\$50,000,000 PR in FY04 and \$100,000,000 PR in FY05). By designating the allowable tuition increase, students will be better able to plan ahead for tuition increases.

**5. Nonresident Tuition Remission for Certain Undocumented Persons**

The Governor recommends requiring the system to provide a nonresident tuition remission for a person who is a citizen of another country, if that person meets all of the following requirements: (a) graduated from a Wisconsin high school or received a high school graduation equivalency; (b) continuously present in this state for at least one year following the first day of attending a high school in this state; and (c) provides the institution with an affidavit that he or she will file an application for a permanent resident visa with the Department of Homeland Security as soon as the person is eligible to do so.

**6. UW-Madison Division of Intercollegiate Athletics**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	1,829,700	0.00	4,254,900	0.00	1,829,700	0.00	4,254,900	0.00
PR-S	148,500	0.00	2,298,000	0.00	148,500	0.00	2,298,000	0.00
TOTAL	1,978,200	0.00	6,552,900	0.00	1,978,200	0.00	6,552,900	0.00

The Governor recommends adjusting program revenue expenditure authority as follows: (a) general program operations (\$7,875,300); (b) camps and clinics (\$289,800); and (c) University Ridge Golf Course (\$366,000).

**7. State Laboratory of Hygiene**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	221,100	0.00	221,100	0.00	221,100	0.00	221,100	0.00
TOTAL	221,100	0.00	221,100	0.00	221,100	0.00	221,100	0.00

The Governor recommends increasing program revenue spending authority for support of public health functions performed by the State Laboratory of Hygiene. The additional expenditure authority is provided to meet work load increases in the Implied Consent Testing Program conducted by the laboratory.

**8. Veterinary Diagnostic Laboratory**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	926,800	6.00	938,200	6.00	0	0.00	0	0.00
PR-F	718,000	0.00	718,000	0.00	718,000	0.00	718,000	0.00
PR-O	0	0.00	0	0.00	600,000	6.00	600,000	6.00
TOTAL	1,644,800	6.00	1,656,200	6.00	1,318,000	6.00	1,318,000	6.00

The Governor recommends increasing the program revenue expenditure authority of the Veterinary Diagnostic Laboratory. The proposed change in spending authority is due to the chronic wasting disease-related activities of the laboratory. The Governor further recommends establishing a federal appropriation to account for the receipt of a grant from the federal government related to homeland security. See Department of Natural Resources, Item #15.

**9. Realign 2001-03 Summer Session Pay Plan**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	6,100	0.00	6,100	0.00	6,100	0.00	6,100	0.00
PR-O	-6,100	0.00	-6,100	0.00	-6,100	0.00	-6,100	0.00
TOTAL	0	0.00	0	0.00	0	0.00	0	0.00

The Governor recommends realigning the 2001-03 summer pay plan funding to correct a technical error.

**10. Base Pay Plan Adjustment**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	735,200	0.00	735,200	0.00	735,200	0.00	735,200	0.00
PR-O	-735,200	0.00	-735,200	0.00	-735,200	0.00	-735,200	0.00
TOTAL	0	0.00	0	0.00	0	0.00	0	0.00

The Governor recommends realigning the funding related to the unclassified pay plan adjustments to correct a technical error.

**11. State Controller's Office – Financial Services Billing Supplement**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	19,500	0.00	19,500	0.00	19,500	0.00	19,500	0.00
SEG-O	-19,500	0.00	-19,500	0.00	-19,500	0.00	-19,500	0.00
TOTAL	0	0.00	0	0.00	0	0.00	0	0.00

The Governor recommends transferring the FY02 supplement for financial services billing from segregated to program revenue. This adjustment is necessary to correct a technical error.

**12. Program Revenue Reestimate**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
PR-O	76,190,300	980.02	125,789,500	980.02	76,345,300	581.64	125,944,500	581.64
PR-S	72,200	0.00	72,200	0.00	72,200	0.00	72,200	0.00
SEG-O	1,621,800	0.00	3,354,200	0.00	1,621,800	0.00	3,354,200	0.00
TOTAL	77,884,300	980.02	129,215,900	980.02	78,039,300	581.64	129,370,900	581.64

The Governor recommends increasing program revenue expenditure authority by \$27,650,400 PR in each year to reestimate certain program revenue continuing appropriations. The increased spending authority is necessary to reflect projected FY03 operating levels (auxiliary enterprises, distinguished professorships, extension student fees, general operating receipts, gifts and donations, license plate scholarship program, stray voltage research, University of Wisconsin Stores, and the Wisconsin Veterinary Diagnostic Laboratory). The Governor further recommends the following increases to account for projected revenue growth in the 2003-05 biennium: (a) gifts and grants (\$29,728,700 in FY04 and \$59,549,300 in FY05); (b) general operating receipts (\$957,700 in FY04 and \$1,952,500 in FY05); (c) auxiliary enterprises (\$18,080,700 in FY04 and \$36,864,500 in FY05); and (d) trust funds (\$1,621,800 in FY04 and \$3,354,200 in FY05). The adjustments reflect additional donations to the system, as well as anticipated increases in auxiliary enterprises and general operating revenue (bookstore, housing, food service and other self-funded operations).

**13. Fuel and Utility Reestimate**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	8,077,700	0.00	6,838,900	0.00
TOTAL	0	0.00	0	0.00	8,077,700	0.00	6,838,900	0.00

The Governor recommends increasing funding to adjust the fuel and utilities budget for expected changes in prices and for statistically normal weather conditions

**14. Debt Service Reestimate**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	0	0.00	0	0.00	10,226,700	0.00	10,486,000	0.00
PR-S	0	0.00	0	0.00	3,608,100	0.00	12,258,200	0.00
TOTAL	0	0.00	0	0.00	13,834,800	0.00	22,744,200	0.00

The Governor recommends adjusting the system's base budget to reflect a reestimate of debt service on authorized bonds.

**15. Standard Budget Adjustments**

Source of Funds	Agency Request				Governor's Recommendation			
	FY04		FY05		FY04		FY05	
	Dollars	Positions	Dollars	Positions	Dollars	Positions	Dollars	Positions
GPR	25,326,200	0.00	25,326,200	0.00	25,326,200	0.00	25,326,200	0.00
PR-O	10,270,900	0.00	10,270,900	0.00	10,270,900	0.00	10,270,900	0.00
PR-S	0	0.00	0	0.00	-175,000	-2.00	-175,000	-2.00
TOTAL	35,597,100	0.00	35,597,100	0.00	35,422,100	-2.00	35,422,100	-2.00

The Governor recommends adjusting the system's base budget for: (a) removal of noncontinuing elements from the base (-\$569,900 in each year); (b) full funding of continuing position salaries and fringe benefits (\$35,605,400 in each year); (c) reclassifications and semiautomatic pay progression (\$242,300 in each year); and (d) fifth week of vacation as cash (\$144,300 in each year).

## ITEMS NOT APPROVED

The following requests are not included in the Governor's budget recommendations for the University of Wisconsin System.

Decision Item	Source of Funds	FY04		FY05	
		Dollars	Positions	Dollars	Positions
16. Increased Spending Authority for Environmental Education Grants	SEG-O	100,000	0.00	100,000	0.00
17. UW System Aquaculture Facility Operating Increases	PR-S	0	0.00	930,700	13.00
18. Chargebacks	GPR	369,900	0.00	369,900	0.00
19. Maintaining Services for Students With Disabilities	GPR	941,300	0.00	941,300	0.00
20. Libraries	GPR	1,300,000	0.00	2,600,000	0.00
	PR-O	700,000	0.00	1,400,000	0.00
21. Supplies and Equipment	GPR	1,300,100	0.00	2,677,200	0.00
	PR-O	700,000	0.00	1,441,600	0.00
22. Instructional Technology	GPR	773,400	20.00	1,962,100	27.00
	PR-O	416,500	0.00	1,056,500	0.00
23. Building Maintenance	GPR	3,485,500	104.6	5,824,900	139.61
	PR-O	1,111,000	0.00	1,856,700	0.00
TOTAL OF ITEMS NOT APPROVED	GPR	8,170,200	124.60	14,375,400	166.61
	PR-O	2,927,500	0.00	5,754,800	0.00
	PR-S	0	0.00	930,700	13.00
	SEG-O	100,000	0.00	100,000	0.00